

Exhibits A-1 and A-2

Project Area Income

Exhibits A-1 reports all project area receipts deposited to the Low-Mod Fund and A-2 identifies the sources of “additional income” generated within project areas over Fiscal Year 2001/2002. The number of agencies and number of project areas for which information is reported differ among Exhibits A-1 and A-2 because sources of income vary among agencies and project areas. Exhibit A-1 identifies 341 agencies reporting project area receipts whereas Exhibit A-2 reflects 326 agencies reporting additional project area income. Project area income consists of property tax increment (except for amounts that specific provisions of law allow to be exempted and/or deferred from deposit to the Low-Mod Fund) and additional income such as from rent, grants, and/or sale of property, etc.

Exhibit A-1 shows a net total of \$767,637,817 of project area receipts was deposited to agencies’ Low-Mod Fund. The net total of deposits is the result of subtracting tax increment exemptions of \$13,710,126 and deferrals of \$4,924,568 (also refer to Exhibits B-1 and B-2) from tax increment allocations of \$516,071,317 and adding repayments of tax increment deferred in prior years of \$2,707,456 and project area additional income of \$267,493,738 described below.

Exhibit A-2 shows, by agency and redevelopment project area, the many sources of additional income (\$267,493,738) deposited to the Low-Mod Fund. This income comes from interest \$44,350,902; rents and leases \$10,970,369; sale of real estate \$13,074,547; grants \$1,567,430; receipts for administering bond programs \$61,081; repayment of loans \$40,116,518; debt proceeds \$77,796,058; and other sources \$79,556,833 such as transfers, credits, and prior year adjustments.

Project area receipts (tax increment allocations, deferral repayments, and additional income) make up most but not all deposits to an agency’s Low-Mod Fund. Many agencies generate revenues not derived from a project area, such as Low-Mod Fund accrued interest, and loan repayments. These non-project area revenues are recorded on Schedule C, under “Project Area Receipts and Housing Fund Revenues” and reported in this annual report on Exhibit C1 under “Housing Fund Revenues”. Total Low-Mod Fund deposits of \$834,155,660 consist of two sources: Exhibit A-1’s “Total Project Area Receipts Deposited to Housing Fund” of \$767,637,817 and Exhibit C-1’s “Housing Fund Revenues” of \$66,517,843.